

**Meeting Between Board Members and Staff of the Federal Reserve Board
and Representatives of the Federal Advisory Council
May 7, 2026**

Participants: Chair Jerome H. Powell, Vice Chair Philip N. Jefferson, Vice Chair for Supervision Michelle W. Bowman, Governor Christopher J. Waller, Governor Stephen I. Miran, Stephanie Aaronson, Alessandro Barbarino, Bill Bassett, Marco Cagetti, Ryan Decker, Matthew Dukes, Joshua Gallin, Sarah Gosky, Randall Guynn, Meghan Karellas, Beth Klee, Amy Koontz, Asad Kudiya, Andreas Lehnert, Christopher Machol, Benjamin McDonough, Travis Nesmith, David Newville, Alyssa O'Connor, Dania Palosky, Brian Phillips, Cheryl Pohutsky, John Rodier, Katie Ross, Zeynup Senyuz, Michelle Smith, Susan Torzilli, Pinar Uysal, Mark Van Der Weide, Jeffrey Walker, Beth Anne Wilson, Filip Zikes, and Andrei Zlate (Federal Reserve Board)

Robert F. Rivers (Eastern Bankshares, Inc., and Eastern Bank); Michael J. Gilfeather (Orange Bank & Trust Company, attended as alternate representative for the Second District); Rodger Levenson (WSFS Financial Corporation and WSFS Bank); Mark Wiedman (The PNC Financial Services Group, attended as alternate representative for the Fourth District); Frank B. Holding, Jr. (First Citizens BancShares, Inc., and First-Citizens Bank & Trust Company); Duane Dewey (Trustmark Bank); Darrel Hackett (BMO Financial Group and BMO Bank National Association); Jeffrey Ludwig (Midland States Bancorp, Inc.); Randall M. Chesler (Glacier Bancorp, Inc.); Jill Castilla (The Citizens Bank of Edmond); Phillip D. Green (Cullen/Frost Bankers, Inc.); Robert Harrison (First Hawaiian, Inc., and First Hawaiian Bank); Niel Willardson (Federal Advisory Council Secretary); and Andrea Fox (Federal Advisory Council Deputy Secretary)

Summary: Board members and staff of the Federal Reserve Board met with the Federal Advisory Council (FAC), a statutorily created advisory group that is composed of twelve representatives of the banking industry (one member from each Federal Reserve District).¹ During the meeting, FAC members expressed views about the potential effect of recently proposed changes to regulatory capital requirements on banks' engagement in mortgage lending and servicing. Noting that regulatory compliance and legal burdens had contributed to many banks exiting these business lines, FAC members also commented that nonbanks had assumed an increasing share of mortgage origination and servicing. While FAC members supported the proposed capital changes and said they could help to reduce some of the regulatory disincentives for banks' participation in mortgage activities, they commented on the need for broader reforms, including alignment of regulatory standards and comparable supervision for bank and nonbank lenders.

¹ The Council ordinarily meets four times a year to provide the Board with information from the banking industry's perspective.

The full Record of Meeting is available at: [Federal Advisory Council - Record of Meeting – May 7, 2026](#). The viewpoints expressed above and in the Record of Meeting are solely those of the FAC.